1		REBUTTAL TESTIMONY OF
2		KENNETH R. JACKSON
3		ON BEHALF OF
4		SOUTH CAROLINA ELECTRIC & GAS COMPANY
5		DOCKET NO. 2008-196-E
6		
7	Q.	ARE YOU THE SAME KENNETH R. JACKSON THAT HAS PREFILED
8		DIRECT TESTIMONY IN THIS CASE?
9	A.	Yes, I am.
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11	Q.	WHAT IS THE PURPOSE OF YOUR REBUTTAL TESTIMONY IN THIS
12		PROCEEDING?
13	A.	The purpose of my testimony is to respond to the direct testimony filed by
14		Mr. Randy Watts of the South Carolina Office of Regulatory Staff ("ORS") and
15		Mr. Kevin O'Donnell of the South Carolina Energy Users Committee ("SCEUC")
16		in regards to their recommendation concerning the allocation of proposed plant
17		costs and revenue requirements to South Carolina Electric & Gas Company's
18		("SCE&G" or the "Company") wholesale customers. I will also address the
19		calculated cost of capital and adjustments discussed by ORS Witnesses Douglas
20		H. Carlisle and Malini R. Gandhi.

1 Q. HAVE YOU REVIEWED THE TESTIMONY OF MR. WATTS AND MR.

O'DONNELL AND THEIR RECOMMENDATION CONCERNING

WHOLESALE CUSTOMERS?

A. Yes, I have. As I discussed in my direct testimony, the Company uses the factors, allocations, and rate design approved by the Commission in the prior rate order, Order No. 2007-855, to establish the revised rates set forth in the Combined Application. In accordance with Section 58-33-270 (D) of the Base Load Review Act ("BLRA"), the additional revenue requirement to be collected through revised rates is allocated among the Residential, Small General Service, Medium General Service and Large General Services classes of retail customers based on the Company's South Carolina firm peak demand data from the prior year, or in this case for SCE&G's summer peak for 2007. Mr. Watts and Mr. O'Donnell recommend in their testimony that a portion of SCE&G's additional revenue requirement sought in this proceeding be allocated to the Company's wholesale customers.

A.

Q. DO YOU AGREE WITH THIS RECOMMENDATION?

Yes, I do. The Company has determined that it inadvertently failed to allocate a portion of the additional revenue requirement to its wholesale customers. Therefore, SCE&G agrees that the allocation factors should be adjusted to reflect a proper allocation of the total revenue requirement to

wholesale customers. The Company also agrees with ORS Witness Douglas H. Carlisle's calculated weighted average cost of capital for SCE&G and Malini R. Gandhi's adjustments which reflect a construction work in progress balance of \$65,960,797 as of June 30, 2008. Additionally, the Company agrees with Ms. Gandhi's recommendation that, based on these adjustments, 94.33% of SCE&G's incremental revenue requirement of \$8,271,484 be allocated to the retail service classes with a resulting retail revenue increase of \$7,802,491. Conversely, 5.67% of the revenue requirement is allocated to wholesale customers.

A.

Q. DOES THIS ADJUSTMENT LOWER THE TOTAL AMOUNTS OF THE REVENUE REQUIREMENT TO BE RECOVERED FROM RETAIL CUSTOMER CLASSES AS ORIGINALLY PROPOSED BY THE COMPANY?

Yes, the amounts are lower than what was proposed in my direct testimony in **Exhibit K** (**Exhibit No.** ___ (**KRJ-1**)). Chart A found on Page 2 of 2 of **Exhibit K** (**Exhibit No.** ___ (**KRJ-1**)) is included in my direct testimony and is identical to Chart A as attached to Exhibit K to the Company's Combined Application. This chart contains the summary of how the Company proposes to recover the revenue requirement from the various retail customer classes as originally proposed by the Company. In order to remove that portion of the revenue requirement allocated to wholesale customers, SCE&G has revised Chart

A of Exhibit K (Exhibit No. ___ (KRJ-1)) and has attached this revised version to my rebuttal testimony as Revised Chart A to Exhibit K (Exhibit No. ___ (KRJ-3)). This exhibit reflects the revised total revenue requirement allocated to retail customers in this proceeding of \$7,800,664 and shows the amounts thereof to be recovered from each customer class by rate category. The difference between Ms. Gandhi's number of \$7,802,491 and my number of \$7,800,664 shown on my Revised Chart to Exhibit K (Exhibit No. ___(KRJ-3)) is due to rounding and a desire to generate revenues close to, without exceeding, the targeted amount.

O.

A.

DOES THIS CHANGE TO THE ALLOCATION AFFECT THE RATE SCHEDULES PROPOSED BY THE COMPANY?

Yes, it does. **Exhibit N** (**Exhibit No.** ____ (**KRJ-2**)) which is included in my direct testimony and which is identical to Exhibit N to the Company's Application contains the revised rates as originally proposed. The Company has revised this exhibit to reflect that 94.33% of SCE&G's incremental revenue requirement of \$8,271,484 is allocated to the retail service resulting in a retail revenue increase of \$7,802,491 (reduced to \$7,800,664 as explained above). This revised exhibit is attached to my rebuttal testimony as **Revised Exhibit N** (**Exhibit No.** ___ (**KRJ-4**)).

Q. ON PAGE 9 OF HIS DIRECT TESTIMONY, MR. O'DONNELL RECOMMENDS THAT THE COMMISSION EXAMINE SCE&G'S WHOLESALE MARKETING EFFORTS IN FUTURE BLRA PROCEEDINGS. HOW WOULD YOU RESPOND?

Mr. O'Donnell recommends that "in the future, [SCE&G] analyze each long-term wholesale transaction in terms of its ability to meet its capacity commitments as well as its impact on rates charged to retail customers, both in the short-term and the long-term." In fact, SCE&G is doing that today and has consistently done that in the past. The Company regularly monitors both short and long term wholesale markets to identify potential market opportunities. SCE&G pursues those opportunities that it can serve at rates that adequately recover its fixed and variable costs and so reduce rates to retail customers while allowing the Company to meet its capacity commitments. The Commission and ORS oversee these issues on a regular basis both in fuel clause and base rate proceedings. SCE&G believes that the current oversight is fully sufficient. In any event, the issues Mr. O'Donnell raises are issues for consideration in base rate and fuel clause proceedings. They are not relevant to revised rates proceedings under the BLRA.

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20 Q. WHAT COMMENT DO YOU HAVE REGARDING MR. O'DONNELL'S 21 RECOMMENDATION ON PAGE 10 OF HIS DIRECT TESTIMONY

1 THAT SCE&G SHOULD INCREASE ITS DISCOUNTS FOR THE RIGHT 2 TO INTERRUPT INDUSTRIAL CUSTOMERS' SERVICE?

A. SCE&G believes that the recommendation set forth by Mr. O'Donnell is not relevant to the present proceeding and would be more appropriately addressed in a general rate case. The Company therefore respectfully requests that no action be taken on this recommendation in this docket.

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- 8 Q. DOES THIS CONCLUDE YOUR REBUTTAL TESTIMONY?
- 9 A. Yes.

RATE DESIGN SUMMARY INCREASE ON MAY, 2008 RATES

RATE	 MAY, 2008 REVENUE	 PROPOSED REVENUE		\$ CHANGE	% CHANGE
	COL. 1	COL. 2		COL. 3	COL. 4
RESIDENTIAL					
Rate 1 - Good Cents	\$ 38,076,304	\$ 38,244,023	\$	167,719	0.44%
Rate 2 - Low Use	\$ 3,233,926	3,246,319		12.393	0.38%
Rate 5 - Time-of-Use (KWH Only)	\$ 161,557	162,160	- 1	603	0.37%
Rate 6 - Energy Saver / Conservation	\$ 51,622,096	\$ 51,849,817	\$	227,721	0.44%
Rate 7 - Time-of-Use Demand	\$ 1,221	\$ 1,227		6	0.49%
Rate 8 - Residential	\$ 735,055,847	\$ 738,400,306	\$	3,344,459	0.45%
Total Residential Class	\$ 828,150,951	\$ 831,903,852	\$	3,752,901	0.45%
SMALL GENERAL SERVICE					
Rate 3M - Municipal Power	\$ 13,060,939	\$ 13,111,728	\$	50,789	0.39%
Rate 9 - Small General	\$ 268,113,710	\$ 269,266,453	\$	1,152,743	0.43%
Rate 29 - Small General (Unmetered)	\$ 654,903	\$ 657,714	\$	2,811	0.43%
Rate 10 - Small Construction	\$ 1,021,158	\$ 1,024,153	\$	2,995	0.29%
Rate 11 - Irrigation	\$ 1,033,401	\$ 1,037,026	\$	3,625	0.35%
Rate 12C - Church	\$ 14,427,376	\$ 14,475,487	\$	48,111	0.33%
Rate 13 - Municipal Lighting	\$ 445,996	\$ 447,593	\$	1,597	0.36%
Rate 14 - Farm	\$ 2,033,883	\$ 2,042,046	\$	8,163	0.40%
Rate 16 - Time-of-Use	\$ 296,237	\$ 297,277	\$	1,040	0.35%
Rate 22S - School	\$ 34,611,892	\$ 34,742,848	\$	130,956	0.38%
Total Small General Service Class	\$ 335,699,495	\$ 337,102,325	\$	1,402,830	0.42%
MEDIUM GENERAL SERVICE					
Rate 20 - Medium General	\$ 165,360,407	\$ 166,089,258	\$	728,851	0.44%
Rate 21 - Time-of-Use	\$ 6,676,968	\$ 6,709,747	\$	32,779	0.49%
Rate 21A - Experimental Time-of-Use	\$ 26,866,157	\$ 26,983,866	\$	117,709	0.44%
Total Medium General Service Class	\$ 198,903,532	\$ 199,782,871	\$	879,339	0.44%
LARGE GENERAL SERVICE					
Rate 23 - Industrial Power	\$ 241,067,164	\$ 241,991,115	\$	923,951	0.38%
Rate 24 - Time-of-Use	\$ 133,558,974	134,141,957		582,983	0.44%
Contracts	\$ 90,436,985	\$ 90,695,645	\$	258,660	0.29%
Total Large General Service Class	\$ 465,063,123	\$ 466,828,717	\$	1,765,594	0.38%
TOTAL			\$	7,800,664	

SOUTH CAROLINA ELECTRIC & GAS COMPANY PROPOSED ELECTRIC RATE SCHEDULES

Listed are the proposed electric rate schedules included as follows:

<u>Rate</u>	<u>Description</u>
1 (RGC) 2 3 5 6 (RGCC)	Good Cents Residential Service Low Use Residential Service Municipal Power Service Time-of-Use Residential Service Energy Saver/Conservation Residential Service
7	Time-of-Use Demand Residential Service
8	Residential Service
9	General Service
10	Small Construction Service
11	Irrigation Service
12 (C)	Church Service
13 (ML)	Municipal Lighting Service
14	Farm Service
15 (SS-1)	Supplementary and Standby Service
16	Time-of-Use General Service
19	Concurrent Demand Time-of-Use General Service
20	Medium General Service
21	General Service Time-of-Use Demand
21A	Experimental Program – General Service Time-of-Use Demand
22 (S)	School Service
23	Industrial Power Service
24	Large General Service Time-of-Use

Contract Rates

ELECTRICITY

RATE 1 (RGC)

RESIDENTIAL SERVICE
GOOD CENTS RATE

AVAILABILITY

Effective January 15, 1996 this schedule is closed and not available to any new structure.

This rate is available to customers who meet the Company's Good Cents requirements and use the Company's standard service which is specified as a single point of delivery per premises from an existing overhead distribution system to individually metered private residence and individually metered dwelling units in apartment structures or other multi-family residential structures. It is not available for resale service nor shall service be supplied to dwelling units having a total of more than ten rooms, five or more of which are rented or offered for rent to any person or persons not a member, or members, of the immediate family of the owner or lessor of the dwelling units.

A dwelling unit is defined as a room or group of rooms having, in addition to living quarters, kitchen facilities for the sole use of the family or individual occupying such dwelling unit.

CERTIFICATION REQUIREMENTS

Prior to construction, the customer or prospective customer must contact the Company to ascertain the requirements of the Good Cents Program and to arrange for on-site inspections for compliance.

The dwelling unit must be certified by the Company to meet or exceed the Company's Good Cents Program requirements in force at the time of application in order to qualify for service under this rate schedule.

CHARACTER OF SERVICE

Alternating Current, 60 hertz, single phase, 120 volts, 2 wire or 120/240 volts 3 wire.

RATE PER MONTH

	<u>s</u>	<u>ummer</u>		<u>Winter</u>
	(Bill	ling Months	(Bi	lling Months
	June	-September)	Oc	ctober-May)
Basic Facilities Charge:	\$	8.00	\$	8.00
Plus Energy Charge:				
First 800 Kwhrs. @	\$	0.09626 per Kwhr.	\$	0.09626 per Kwhr.
Excess over 800 Kwhrs. @	\$	0.10588 per Kwhr.	\$	0.09231 per Kwhr.

MINIMUM CHARGE

The monthly minimum charge shall be the basic facilities charge as stated above.

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel cost of \$.02742 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina.

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00043 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state or local governmental body.

PAYMENT TERMS

All bills are net and payable when rendered.

SPECIAL PROVISIONS

The Company will furnish service in accordance with its standard specifications. Non-standard service will be furnished only when customer pays the difference in costs between non-standard service and standard service or pays the Company its normal monthly facility charge based on such difference in costs.

TERM OF CONTRACT

Contracts shall be written for a period of not less than one (1) year. A separate contract shall be written for each meter at each location.

GENERAL TERMS AND CONDITIONS

ELECTRICITY

RATE 2

LOW USE RESIDENTIAL SERVICE

AVAILABILITY

This rate is available to customers that meet the special conditions listed below, and are served by the Company's standard service which is specified as a single point of delivery per premises from an existing overhead distribution system to individually metered private residences and individually metered dwelling units in apartment structures or other multi-family residential structures. It is not available for resale service nor shall service be supplied to dwelling units having a total of more than ten rooms, five or more of which are rented or offered for rent to any person or persons not a member, or members, of the immediate family of the owner or lessor of the dwelling units.

A dwelling unit is defined as a room or group of rooms having, in addition to living quarters, kitchen facilities for the sole use of the family or individual occupying such dwelling unit.

SPECIAL CONDITIONS OF SERVICE

- 1) This rate schedule is available to those accounts where the consumption has not exceeded 400 Kwhrs. for each of the twelve billing months preceding the billing month service is to be initially billed under this rate schedule. The customer must have occupied the dwelling unit for the entire time necessary to determine eligibility under this rate schedule.
- 2) Consumption during a billing period of more than 30 days, used to determine eligibility under this rate schedule, shall be adjusted to a 30 day billing period by application of a fraction, the numerator of which shall be 30 and the denominator of which shall be the actual number of days in the billing period.
- 3) The second billing month within a twelve billing month period that consumption under this rate schedule exceeds 400 Kwhrs. will terminate eligibility under this rate schedule.
- 4) Service will be billed under the previous rate schedule the next twelve billing periods before the customer will again be eligible for the Low Use Rate.

CHARACTER OF SERVICE

Alternating Current, 60 hertz, single phase, 120 volts, 2 wire or 120/240 volts 3 wire.

RATE PER MONTH

Basic Facilities Charge:	\$	8.00	_
Plus Energy Charge:			
All Kwhrs. @	\$ (0.07230	per Kwhr.

MINIMUM CHARGE

The monthly minimum charge shall be the basic facilities charge as stated above.

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel costs of \$.02742 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina.

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00043 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state or local governmental body.

PAYMENT TERMS

All bills are net and payable when rendered.

SPECIAL PROVISIONS

The Company will furnish service in accordance with its standard specifications. Non-standard service will be furnished only when the customer pays the difference in costs between non-standard service and standard service or pays to the Company its normal monthly facility charge based on such difference in costs.

TERM OF CONTRACT

Contracts shall be written for a period of not less than one (1) year. A separate contract shall be written for each meter at each location.

GENERAL TERMS AND CONDITIONS

The Company's General Terms and Conditions are incorporated by reference and are a part of this rate schedule.

ELECTRICITY

RATE 3 (M)

MUNICIPAL POWER SERVICE

AVAILABILITY

This rate is available to municipal customers using the Company's standard service which is specified as a single point of delivery per premises from an existing overhead distribution system. This includes all municipally owned and operated facilities for power purposes including, but not restricted to public buildings and pumping stations. It is not available for resale or standby service.

CHARACTER OF SERVICE

Alternating Current, 60 hertz. Voltage and phase at the option of the Company.

RATE PER MONTH

Basic Facilities Charge: \$ 16.50

Plus Energy Charge:

Summer Billing Months (June-September)

All Kwhrs. @ \$ 0.08417 per Kwhr.

Winter Billing Months (October-May)

All Kwhrs. @. \$ 0.08417 per Kwhr.

MINIMUM CHARGE

The monthly minimum charge shall be the basic facilities charge as stated above, provided however, when construction costs exceed four (4) times the estimated annual revenue excluding fuel revenue to be derived by the Company, the customer may make a contribution in aid of construction of the excess cost or pay the Company's standard facility rate on the excess construction cost in addition to the rate charges above.

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel costs of \$.02728 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina.

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00038 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state or local governmental body.

PAYMENT TERMS

All bills are net and payable when rendered.

SPECIAL PROVISIONS

Service shall not be supplied under this rate for establishments of a commercial nature, nor to operations primarily non-municipal. Under no conditions will the Company allow the service to be resold to or shared with others.

The Company will furnish service in accordance with its standard specifications. Non-standard service will be furnished only when the customer pays the difference in costs between non-standard service and standard service or pays to the Company its normal monthly facility charge based on such difference in costs.

TERM OF CONTRACT

Contracts shall be written for a period of not less than ten (10) years. Contracts shall be written for a period of not less than ten (10) years.

GENERAL TERMS AND CONDITIONS

ELECTRICITY

RATE 5 RESIDENTIAL SERVICE
TIME OF USE

AVAILABILITY

This rate is available on a voluntary basis to customers using the Company's standard service which is specified as a single point of delivery per premises from an existing overhead distribution system to individually metered private residences and individually metered dwelling units in apartment structures or other multi-family residential structures. It is not available for resale service nor shall service be supplied to dwelling units having a total of more than ten rooms, five or more of which are rented or offered for rent to any person or persons not a member, or members, of the immediate family of the owner or lessor of the dwelling units.

A dwelling unit is defined as a room or group of rooms having, in addition to living quarters, kitchen facilities for the sole use of the family or individual occupying such dwelling unit.

CHARACTER OF SERVICE

Alternating Current, 60 hertz, single phase, 120 volts, 2 wire or 120/240 volts 3 wire.

RATE PER MONTH

I. Summer Months of June-September

A. Basic Fa	cilities Charge:	\$ 12.00	
B. Energy C	Charge:		=
	All on-peak Kwhrs.@	\$ 0.22288	per Kwhr.
	All off-peak Kwhrs.@	\$ 0.07434	per Kwhr.
O 14: :	63		-

C. Minimum Bill:

The monthly minimum charge shall be the basic facilities charge

II. Winter Months of October-May

A. Basic Facilities Charge:	\$ 12.00	
B. Energy Charge:		•
All on-peak Kwhrs.@	\$ 0.20961	per Kwhr.
All off-peak Kwhrs.@	\$ 0.07434	per Kwhr.

C. Minimum Bill:

The monthly minimum charge shall be the basic facilities charge

DETERMINATION OF ON-PEAK HOURS

A. On-Peak Hours:

Summer Months of June-September:

The on-peak summer hours are defined as the hours between 2:00 p.m.-7:00 p.m., Monday-Friday, excluding holidays.*

Winter Months of October-May:

The on-peak winter hours are defined as the hours between 7:00 a.m.-12:00 noon, Monday-Friday, excluding holidays.*

B. Off-Peak Hours:

The off-peak hours in any month are defined as all hours not specified as on-peak hours.

*Holidays are: New Year's Day, Memorial Day, Independence Day, Labor Day, Thanksgiving Day and Christmas Day.

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel costs of \$.02742 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina.

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00043 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state or local governmental body.

PAYMENT TERMS

All bills are net and payable when rendered.

SPECIAL PROVISIONS

The Company will furnish service in accordance with its standard specifications. Non-standard service will be furnished only when the customer pays the difference in costs between non-standard service and standard service or pays to the Company its normal monthly facility charge based on such difference in costs.

The Company shall have the right to install and operate special metering equipment to measure customer's loads or any part thereof and to obtain any other data necessary to determine the customer's load characteristics.

The Company's levelized payment plans are not available to customers served under this rate schedule.

TERM OF CONTRACT

Contracts shall be written for a period of not less than one (1) year. A separate contract shall be written for each meter at each location.

GENERAL TERMS AND CONDITIONS

ELECTRICITY

RATE 6 (RGCC)

RESIDENTIAL SERVICE ENERGY SAVER/ CONSERVATION RATE

(Page 1 of 2)

AVAILABILITY

This rate is available to customers using the Company's standard service which is specified as a single point of delivery per premises from an existing overhead distribution system to individually metered private residences and individually metered dwelling units in apartment structures or other multi-family residential structures. It is not available for resale service nor shall service be supplied to dwelling units having a total of more than ten rooms, five or more of which are rented or offered for rent to any person or persons not a member, or members, of the immediate family of the owner or lessor of the dwelling units.

A dwelling unit is defined as a room or group of rooms having, in addition to living quarters, kitchen facilities for the sole use of the family or individual occupying such dwelling unit.

The builder or homeowner must provide the following:

- 1) For new homes only Proof that home meets the Council of American Building Officials Model Energy Code.
- 2) Receipts showing the purchase and installation of a new AC unit that meets the requirements as shown below.
- 3) A certificate issued by an installer showing a wall total cavity R value of 15 (R-15).
- 4) Certification from builder stating that requirements have been met.

The Company may perform an on-site audit to verify that customer meets availability requirements as stated herein.

THERMAL AND AIR CONDITIONING REQUIREMENTS FOR ENERGY CONSERVATION

The following requirements are predicated on the Council of American Building Officials Model Energy Code and subject to change with a change in the Council of American Building Officials Model Energy Code. Sufficient application of thermal control products and specified air conditioning requirements must be met to satisfy the minimum standards outlined below:

Ceilings: Ceilings of newly constructed homes shall be insulated with a total "as installed" thermal resistance (R) value of 30 (R-30).

Ceilings of manufactured housing shall be insulated with a thermal resistance (R) value of 30 (R-30).

Ceilings of existing housing shall be insulated with a total "as installed" thermal resistance (R) value of 38 (R-38).

Lighting: Recessed ceiling lights shall be sealed.

Walls: Walls exposed to the full temperature differential (TD), or unconditioned areas, shall have a total cavity R value of 15 (R-15).

*This is not a requirement for existing housing.

Floors: Floors over crawl space or crawl space walls shall have insulation installed having a total R value of 19 (R-19).

100% of the exposed earth in a crawl space shall be covered with a vapor barrier of no less than (4) mills.

Windows: Windows shall be insulated (double) glass or have storm windows.

Doors: Doors exposed to full TD areas must be weather-stripped on all sides and of solid construction.

Ducts: Air ducts located outside of conditioned space must have: 1) all joints properly fastened and sealed, and, 2) the duct shall have a

minimum installed insulation R-value of 6.0. All joints in ductwork outside of the conditioned space must be permanently sealed with the application of duct sealant. Transverse joints, take-offs, transitions, supply/return connections to the air handler, boot

connections to the floor/ceiling/wall, and framed-in and panned passages must be made airtight with duct sealant.

Attic Vent: Attic ventilation must be a minimum of one square foot of net free area for each 150 square feet attic floor area.

Water Heaters: Electric water heaters must have insulation surrounding the tank with minimum total R value of 8 (R-8).

Air Condition: All air conditioners must have a SEER rating of 1.5 SEER higher than the rating shown in the Council of American Building Officials

Model Energy Code or 12 SEER or any federal or state mandated energy codes, whichever is higher.

Other: Chimney flues and fireplaces must have tight fitting dampers.

*Insulation thermal resistance values are shown for insulation only, framing corrections will not be considered.

The "as installed" thermal resistance (R) value for all loose fill or blowing type insulation materials must be verifiable either by installed density using multiple weighted samples, the manufacturer's certification methods, Federal Trade Commission's procedures or other methods specified by local governing agencies.

ELECTRICITY

RATE 6 (RGCC)

RESIDENTIAL SERVICE ENERGY SAVER/ CONSERVATION RATE (Page 2 of 2)

CHARACTER OF SERVICE

Alternating Current, 60 hertz, single phase, 120 volts, 2 wire or 120/240 volts 3 wire.

RATE PER MONTH

		(Billi	<u>ummer</u> ng Month September)	(Bil	Winter ling Month tober-May)
Basic Facilities C	Charge:	\$	8.00	\$	8.00
Plus Energy Cha	arge:				
First	800 Kwhrs. @	\$	0.09626 per Kwhr.	\$	0.09626 per Kwhr.
Excess over	800 Kwhrs. @	\$	0.10588 per Kwhr.	\$	0.09231 per Kwhr.

MINIMUM CHARGE

The monthly minimum charge shall be the basic facilities charge as stated above.

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel costs of \$.02742 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina.

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00043 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state or local governmental body.

PAYMENT TERMS

All bills are net and payable when rendered.

SPECIAL PROVISIONS

The Company will furnish service in accordance with its standard specifications. Non-standard service will be furnished only when the customer pays the difference in costs between non-standard service and standard service or pays to the Company its normal monthly facility charge based on such difference in costs.

TERM OF CONTRACT

Contracts shall be written for a period of not less than one (1) year. A separate contract shall be written for each meter at each location.

GENERAL TERMS AND CONDITIONS

RATE 7

RESIDENTIAL SERVICE TIME-OF-USE DEMAND

ELECTRICITY

AVAILABILITY

This rate is available on a voluntary basis to customers using the Company's standard service which is specified as a single point of delivery per premises from an existing overhead distribution system to individually metered private residences and individually metered dwelling units in apartments structures or other multifamily residential structures. It is not available for resale service nor shall service be supplied to dwelling units having a total or more than ten rooms, five or more of which are rented or offered for rent to any person or persons not a member, or members, of the immediate family of the owner or lessor of the dwelling units.

A dwelling unit is defined as a room or group of rooms having, in addition to living quarters, kitchen facilities for the sole use of the family or individual occupying such dwelling unit.

CHARACTER OF SERVICE

Alternating Current, 60 hertz, single phase, 120 volts, 2 wire or 120/240 volts 3 wire.

RATE PER MONTH

I. Basic Fac	ilities Charge:	\$ 12.00
II. Demand C	Charge:	
A. On-Pea	k Billing Demand	
	Summer Months of June-September @	\$ 10.25 per KW
	Non-Summer Months of October-May @	\$ 6.44 per KW
III. Energy Ch	narge:	
	All on-peak Kwhrs.@	\$ 0.06783 per Kwhr.
	All off-peak Kwhrs.@	\$ 0.05218 per Kwhr.

MINIMUM CHARGE

The monthly minimum charge shall be the basic facilities charge as stated above.

BILLING DEMAND

The maximum integrated fifteen minute demand for the current month occurring during the on-peak hours specified below. The maximum integrated fifteen minute demand for any period may be recorded on a rolling time interval.

DETERMINATION OF ON-PEAK HOURS

A. On-Peak Hours:

Summer Months of June-September:

The on-peak summer hours are defined as the hours between 2:00 p.m.-7:00 p.m., Monday-Friday, excluding holidays.*

Non-Summer Months of October-May:

The on-peak winter hours are defined as the hours between 7:00 a.m.-12:00 noon, Monday-Friday, excluding holidays.*

B. Off-Peak Hours:

The off-peak hours in any month are defined as all hours not specified as on-peak hours.

*Holidays are: New Year's Day, Memorial Day, Independence Day, Labor Day, Thanksgiving Day and Christmas Day.

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel costs of \$.02742 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina.

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00043 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state or local governmental body.

PAYMENT TERMS

All bills are net and payable when rendered.

SPECIAL PROVISIONS

The Company will furnish service in accordance with its standard specifications. Non-standard service will be furnished only when the customer pays the difference in costs between non-standard service and standard service or pays to the Company its normal monthly facility charge based on such difference in costs.

The Company shall have the right to install and operate special metering equipment to measure customer's loads or any part thereof and to obtain any other data necessary to determine the customer's load characteristics.

The Company's levelized payment plans are not available to customers served under this rate schedule.

TERM OF CONTRACT

Contracts shall be written for a period of not less than one (1) year. A separate contract shall be written for each meter at each location.

GENERAL TERMS AND CONDITIONS

ELECTRICITY

RATE 8 RESIDENTIAL SERVICE

AVAILABILITY

This rate is available to customers using the Company's standard service which is specified as a single point of delivery per premises from an existing overhead distribution system to individually metered private residences and individually metered dwelling units in apartment structures or other multi-family residential structures. It is not available for resale service nor shall service be supplied to dwelling units having a total of more than ten rooms, five or more of which are rented or offered for rent to any person or persons not a member, or members, of the immediate family of the owner or lessor of the dwelling units.

A dwelling unit is defined as a room or group of rooms having, in addition to living quarters, kitchen facilities for the sole use of the family or individual occupying such dwelling unit.

CHARACTER OF SERVICE

Alternating Current, 60 hertz, single phase, 120 volts, 2 wire or 120/240 volts 3 wire.

RATE PER MONTH

		<u>Summer</u> (Billing Month June-September)			(Bil	Winter ling Month tober-May)	
Basic Facilities Char	rge:	\$	8.00	-	\$	8.00	
Plus Energy Charge	:						
First	800 Kwhrs. @	\$	0.10003	per Kwhr.	\$	0.10003 per Kwh	r.
Excess over	800 Kwhrs. @	\$	0.11003	per Kwhr.	\$	0.09593 per Kwh	r.

MINIMUM CHARGE

The monthly minimum charge shall be the basic facilities charge as stated above.

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel costs of \$.02742 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina.

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00043 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state or local governmental body.

PAYMENT TERMS

All bills are net and payable when rendered.

SPECIAL PROVISIONS

The Company will furnish service in accordance with its standard specifications. Non-standard service will be furnished only when the customer pays the difference in costs between non-standard service or pays to the Company its normal monthly facility charge based on such difference in costs.

TERM OF CONTRACT

Contracts shall be written for a period of not less than one (1) year. A separate contract shall be written for each meter at each location.

GENERAL TERMS AND CONDITIONS

ELECTRICITY

RATE 9 **GENERAL SERVICE**

(Page 1 of 2)

AVAILABILITY

This rate is available to customers using the Company's standard service which is specified as a single point of delivery per premises from an existing overhead distribution system for general light and/or power purposes such as commercial, industrial, religious, charitable and eleemosynary institutions. It is not available for resale service.

CHARACTER OF SERVICE

Alternating Current, 60 hertz. Voltage and phase at the option of the Company.

RATE PER MONTH

	<u>Summer</u>	<u>Winter</u>
	(Billing Months	(Billing Months
	June-September)	October-May)
Basic Facilities Charge:	\$ 16.50	\$ 16.50
Demand Charge:		

First 250 KVA of Billing Demand	No Charge	No Charge
Excess over 250 KVA of Billing Demand @	\$ 3.05 per KVA	No Charge

The Billing Demand (to the nearest whole KVA) shall be the maximum integrated fifteen (15) minute demand measured during the billing months of June through September.

Energy Charge:

First 3,000 Kwhrs. @	\$ 0.09949 per Kwhr.	\$ 0.09949 per Kwhr.
Over 3,000 Kwhrs. @	\$ 0.10586 per Kwhr.	\$ 0.09243 per Kwhr.

MINIMUM CHARGE

The monthly minimum charge shall be the basic facilities charge and demand charge as stated above, provided however, when construction costs exceed four (4) times the estimated annual revenue excluding fuel revenue to be derived by the Company, the customer may make a contribution in aid of construction of the excess cost or pay the Company's standard facility rate on the excess construction cost in addition to the rate charges above.

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel cost of \$.02728 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00038 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state or local governmental body.

POWER FACTOR

If the power factor of the Customer's installation falls below 85%, the Company may adjust the billing to a basis of 85% power factor.

TEMPORARY SERVICE

Temporary service for construction and other purposes will be supplied under this rate in accordance with the Company's Terms and Conditions covering such service.

PAYMENT TERMS

All bills are net and payable when rendered.

ELECTRICITY

RATE 9 **GENERAL SERVICE** (Page 2 of 2) **SPECIAL PROVISIONS** This rate is available for residential service where more than one dwelling unit is supplied through a single meter, provided service to such dwelling unit was established prior to July 1, 1980. The Company will furnish service in accordance with its standard specifications. Non-standard service will be furnished only when the customer pays the difference in costs between non-standard service and standard service or pays to the Company its normal monthly facility charge based on such difference in costs. **UNMETERED SERVICE PROVISION** When customer's usage can be determined and in the sole opinion of the Company, installation of metering equipment is impractical or uneconomical, monthly Kwhrs. may be estimated by the Company and billed at the above rate per month, except that the basic facilities charge shall be \$5.25. **TERM OF CONTRACT** Contracts for installation of a permanent nature shall be written for a period of not less than one (1) year. A separate contract shall be written for each meter at each location. **GENERAL TERMS AND CONDITIONS** The Company's General Terms and Conditions are incorporated by reference and are a part of this rate schedule.

ELECTRICITY

RATE 10

SMALL CONSTRUCTION SERVICE

AVAILABILITY

This rate is available as a temporary service for builders using the Company's standard service which is specified as a single point of delivery per premises from an existing overhead distribution system for general lighting and/or power purposes during construction. It is not available for resale or standby service.

CHARACTER OF SERVICE

Alternating Current, 60 hertz, single phase, two or three wire at Company's standard secondary service voltages of 240 volts or less.

RATE PER MONTH

Basic Facilities Charge: \$ 8.00

Plus Energy Charge:

All Kwhrs. @ \$ 0.09984 per Kwhr.

MINIMUM CHARGE

The monthly minimum charge shall be the basic facilities charge as stated above.

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel costs of \$.02728 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina.

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00038 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state or local governmental body.

PAYMENT TERMS

All bills are net and payable when rendered.

SPECIAL PROVISIONS

If providing temporary service requires the Company to install transformers and other facilities which must be removed when temporary service is no longer required, then the customer may be required to pay the cost of installing and removing the Company's temporary facilities.

TERM OF CONTRACT

Contracts shall be written for a period of time commencing with establishment of service and ending when construction is suitable for occupancy or one year, which is less. A separate contract shall be written for each meter at each location.

GENERAL TERMS AND CONDITIONS

ELECTRICITY

RATE 11 IRRIGATION SERVICE

AVAILABILITY

This rate is available to customers using the Company's standard service which is specified as a single point of delivery per premises from an existing overhead distribution system. It is not available for resale. This schedule is available for service furnished for the operation of electric motor driven pumps and equipment supplying water for the irrigation of farmlands and plant nurseries, and irrigation to provide adequate moisture for vegetative cover to control erosion and provide runoff. The pumping units served hereunder shall be used solely for the purpose of irrigation.

All motors of more than 5 H.P. shall be approved by the Company. The Company reserves the right to deny service to any motor which will be detrimental to the service of other customers. Upon request, customer may pay all cost associated with upgrading the system to the point at which starting the customer's motor will not degrade the service to the other customers.

CHARACTER OF SERVICE

Alternating Current, 60 hertz. Voltage and phase at the option of the Company.

RATE PER MONTH

I.	Summer Months of June-September		
	A. Basic Facilities Charge:	\$ 20.15	_
	B. Energy Charge:		=
	All on-peak Kwhrs.@	\$ 0.18158	per Kwhr.
	All shoulder Kwhrs.@	\$ 0.10695	per Kwhr.
	All off-peak Kwhrs.@	\$ 0.05970	per Kwhr.
II.	Winter Months of October-May		
	A. Basic Facilities Charge:	\$ 20.15	_
	B. Energy Charge:		-
	All Kwhrs.@	\$ 0.05970	per Kwhr.

MINIMUM CHARGE

The monthly minimum charge shall be the basic facilities charge as stated above, except when the revenue produced by the customer does not sufficiently support the investment required to serve the load. The Company will determine in each case the amount and form of payment required to correct the revenue deficiency.

DETERMINATION OF ON-PEAK SHOULDER, AND OFF-PEAK HOURS

A. On-Peak Hours:

Summer Months of June-September:

The on-peak summer hours are defined as the hours between 2:00 p.m.-6:00 p.m., Monday-Friday, excluding holidays.*

B. Shoulder Hours:

Summer Months of June-September:

The shoulder summer hours are defined as the hours between 10:00 a.m.-2:00 p.m. and 6:00 p.m.-10:00 p.m., Monday-Friday, excluding holidays.*

C. Off-Peak Hours:

The off-peak hours in any month are defined as all hours not specified as on-peak or shoulder hours.

*Holidays are Independence Day and Labor Day

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel costs of \$.02728 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina.

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00038 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state or local governmental body.

PAYMENT TERMS

All bills are net and payable when rendered.

SPECIAL PROVISIONS

The Company will furnish service in accordance with its standard specifications. Non-standard service will be furnished only when the customer pays the difference in costs between non-standard service and standard service or pays to the Company its normal monthly facility charge based on such difference in costs

The Company shall have the right to install and operate special metering equipment to measure customer's loads or any part thereof and obtain any other data necessary to determine the customer's load characteristics.

TERM OF CONTRACT

Contracts for installations shall be written for a period of not less than ten (10) years. A separate contract shall be written for each meter at each location.

GENERAL TERMS AND CONDITIONS

ELECTRICITY

RATE 12 (C) CHURCH SERVICE

AVAILABILITY

This rate is available to customers using the Company's standard service which is specified as a single point of delivery per premises from an existing overhead distribution system for general light and/or power service to churches. It is not available for resale or standby service. It is only available to recognized churches.

CHARACTER OF SERVICE

Alternating Current, 60 hertz. Voltage and phase at the option of the Company.

RATE PER MONTH

Basic Facilities Charge:	\$ 10.80	
Plus Energy Charge:		
All Kwhrs. @	\$ 0.08445	per Kwhr.

MINIMUM CHARGE

The monthly minimum charge shall be the basic facilities charge as stated above, provided however, when construction costs exceed four (4) times the estimated annual revenue excluding fuel revenue to be derived by the Company, the customer may make a contribution in aid of construction of the excess cost or pay the Company's standard facility rate on the excess construction cost in addition to the rate charges above.

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel costs of \$.02728 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina.

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00038 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state or local governmental body.

PAYMENT TERMS

All bills are net and payable when rendered.

SPECIAL PROVISIONS

The Company will furnish service in accordance with its standard specifications. Under no conditions will the Company allow the service to be resold to or shared with others. Non-standard service will be furnished only when the customer pays the difference in costs between non-standard service and standard service or pays to the Company its normal monthly facility charge based on such difference in costs.

When a church offers activities that, in the sole opinion of the Company, are of a commercial nature such as day care, camps or recreational activities, the Company may require that the account be served under the appropriate general service rate.

TERM OF CONTRACT

Contracts shall be written for a period of not less than five (5) years. A separate contract shall be written for each meter at each location.

GENERAL TERMS AND CONDITIONS

The Company's General Terms and Conditions are incorporated by reference and are a part of this rate schedule.

ELECTRICITY

RATE 13 (ML)

MUNICIPAL

LIGHTING SERVICE

AVAILABILITY

This rate is available to municipal customers using the Company's standard service which is specified as a single point of delivery per premises from an existing overhead distribution system. This includes all municipally owned and operated facilities for lighting streets, highways, parks and other public areas, or other signal system service. It is not available for resale or standby service.

CHARACTER OF SERVICE

Alternating Current, 60 hertz. Voltage and phase at the option of the Company.

RATE PER MONTH

Basic Facilities Charge:	\$ 16.50	_
Plus Energy Charge:		
All Kwhrs. @	\$ 0.07912	per Kwhr.

MINIMUM CHARGE

The monthly minimum charge shall be the basic facilities charge as stated above, provided however, when construction costs exceed four (4) times the estimated annual revenue excluding fuel revenue to be derived by the Company, the customer may make a contribution in aid of construction of the excess cost or pay the Company's standard facility rate on the excess construction cost in addition to the rate charges above.

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel costs of \$.02728 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina.

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00038 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state or governmental body.

PAYMENT TERMS

All bills are net and payable when rendered.

SPECIAL PROVISIONS

Service shall not be supplied under this rate for establishments of a commercial nature, nor to operations primarily non-municipal. Under no circumstances will the Company allow the service to be resold or shared with others.

The Company will furnish service in accordance with its standard specifications. Non-standard service will be furnished only when the customer pays the difference in costs between non-standard service and standard service or pays to the Company its normal monthly facility charge based on such difference in costs.

TERM OF CONTRACT

Contracts shall be written for a period of not less than ten (10) years.

GENERAL TERMS AND CONDITIONS

ELECTRICITY

RATE 14 FARM SERVICE

AVAILABILITY

This rate is available to customers using the Company's standard service which is specified as a single point of delivery per premises from an existing overhead distribution system on farms for producing but not processing agricultural, dairy, poultry and meat products.

Service shall not be supplied under this rate for establishments of a commercial nature such as stores, shops, stands, restaurants, service stations or any non-farm operations; nor for processing, distributing or selling farm or other products not originating through production on the premises served. Motors rated in excess of 20 H.P. will not be served on this rate. It is available for farm commercial operations including irrigation, grain elevators and crop drying for farm products produced on the premises served. It is not available for resale service.

CHARACTER OF SERVICE

Alternating Current, 60 hertz. Voltage and phase at the option of the Company.

RATE PER MONTH

			(Bill	ummer ing Months e-September)	(Bill	Winter ing Months ctober-May	
Basic Fa	cilities Ch	arge:	\$	8.00	\$	8.00	-
Plus Ene	ergy Charg	je:					
First	800	Kwhrs.@	\$	0.09984 per Kwhr.	\$	0.09984	per Kwhr.
Excess	over 800	Kwhrs.@	\$	0.10984 per Kwhr.	\$	0.09574	per Kwhr.

MINIMUM CHARGE

The monthly minimum charge shall be the basic facilities charge as stated above, provided however, when construction costs Exceed four (4) times the estimated annual revenue excluding fuel revenue to be derived by the Company, the customer may make a contribution in aid of construction of the excess cost or pay the Company's standard facility rate on the excess construction cost in addition to the rate charges above.

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel cost of \$.02728 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina.

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00038 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state and governmental body.

PAYMENT TERMS

All bills are net and payable when rendered.

SPECIAL PROVISIONS

The Company will furnish service in accordance with its standard specifications. Non-standard service will be furnished only when the customer pays the difference in costs between non-standard service and standard service or pays to the Company its normal monthly facility charge based on such difference in costs.

TERM OF CONTRACT

The contract terms will depend on the conditions of service. No contract shall be written for a period of not less than five (5) years. A separate contract shall be written for each meter at each location.

GENERAL TERMS AND CONDITIONS

ELECTRICITY

RATE 15 (SS-1)

SUPPLEMENTARY AND STANDBY SERVICE

AVAILABILITY

Available to Small Power Producers and co-generators that are a Quality Facility as defined by the Federal Energy Regulatory Commission (FERC) Order No. 70 under Docket No. RM 79-54. This schedule is not available to Qualifying Facilities with a power production capacity greater than 100 KW

SUPPLEMENTARY SERVICE

Supplementary service is defined herein as power supplied by the Company to a Qualifying Facility in addition to that which the Qualifying Facility generates itself. Supplementary service will be provided by the Company under a retail electric service schedule which the customer will establish in conjunction with the implementation of this Supplementary and Standby Service rate.

SUPPLEMENTARY SERVICE

- 1) Standby service under this schedule is defined herein as power supplied by the Company to a Qualifying Facility to replace energy ordinarily generated by a Qualifying Facility during a scheduled or unscheduled outage.
- 2) Standby service is available to customers establishing a firm demand which is billed under a retail electric service schedule of the Company. If no firm demand is established by the customer for the purpose of taking Supplementary power, then Standby service will be provided as Supplementary service and billed on the applicable retail electric service schedule.
- 3) Standby service is defined for each 15-minute interval as the minimum of: (1) the Standby contracted demand, and, (2) the difference between the measured load and the contracted firm demand, except that such difference shall not be less than zero.
- 4) Supplementary Service is defined as all power supplied by the Company not defined herein as Standby Service.
- 5) The Standby contract demand shall be limited to the power production capacity of the Qualifying Facility.

STANDBY SERVICE POWER RATE PER MONTH

Basic Facilities Charge	\$ 155.00
Demand Charge per KW of Contract Demand	\$ 4.49
Energy Charge:	
On-Peak KWH	\$ 0.04598
Off-Peak KWH	\$ 0.03505

DETERMINATION OF ON-PEAK AND OFF-PEAK HOURS

A. On-Peak Hours:

On-peak hours are defined to be 10:00 a.m. - 10:00 p.m. for the months of June-September, excluding weekends.

B. Off-Peak Hours:

All hours not defined as on-peak hours are considered to be off-peak.

POWER FACTOR

The customer must maintain a power factor of as near unity as practicable. If the power factor of the customer's installation falls below 85%, the Company shall adjust the billing demand to a basis of 85% power factor

LIMITING PROVISION

The Standby Service power rate will be available for 1325 annual hours of consumption beginning in May and ending in April, or for a prorated share thereof for customers who begin to receive service in months other than May. Accounts on this rate are subject to the following condition: Standby service will be available for a maximum of 120 On-Peak Hours.

If this account exceeds: (1) 1325 hours of Standby service annually, or (2) 120 on-peak hours of Standby service, the account will be billed on the rate normally applied to customer's Supplementary service load for the current billing month and the subsequent eleven months.

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel costs of \$.02716 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina.

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00008 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state or local governmental body.

PAYMENT TERMS

All bills are net and payable when rendered.

SPECIAL PROVISIONS

The customer is responsible for all costs associated with interconnection to the Company's system for the purpose of obtaining Supplementary or Standby power.

TERM OF CONTRACT

Contracts shall be written for a period of not less than three (3) years.

GENERAL TERMS AND CONDITIONS

ELECTRICITY

RATE 16 GENERAL SERVICE TIME-OF-USE

AVAILABILITY

This rate is available to any non-residential customer using the Company's standard service which is specified as a single point of delivery per premises from an existing overhead distribution system for power and light requirements and having an on-peak demand of less than 1,000 KW. The second billing month within a twelve billing month period that on-peak demand exceeds 1,000 KW will terminate eligibility under this rate schedule. It is not available for resale service.

CHARACTER OF SERVICE

Alternating Current, 60 hertz. Voltage and phase at the option of the Company.

RATE PER MONTH

I.	Basic Facilities Charge:	\$ 20.15	_
II.	Energy Charge:		
A.	On-Peak Kwhrs.		
	1. Months of June-September	\$ 0.18158	per Kwhr.
	2. Months of October-May	\$ 0.14308	per Kwhr.
В.	Off-Peak Kwhrs.		
	First 1,000 off-peak Kwhrs. @	\$ 0.07263	per Kwhr.
	Excess over 1,000 off-peak Kwhrs. @	\$ 0.07721	per Kwhr.

DETERMINATION OF ON-PEAK HOURS

A. On-Peak Hours:

June-September:

 $The \ on\text{-peak summer hours are defined as the hours between 1:00 p.m.-9:00 p.m., Monday-Friday, excluding holidays. \\^*$

The on-peak non-summer hours are defined as those hours between 6:00 a.m.-10:00 a.m. and 6:00 p.m.-10:00 p.m.

Monday-Friday, excluding holidays.*

B. Off-Peak Hours:

The off-peak hours in any month are defined as all hours not specified as on-peak hours.

*Holidays are: New Year's Day, Memorial Day, Independence Day, Labor Day, Thanksgiving Day and Christmas Day

MINIMUM CHARGE

The monthly minimum charge shall be the basic facilities charge as stated above, provided however, when construction costs exceed four (4) times the estimated annual revenue excluding fuel revenue to be derived by the Company, the customer may make a contribution in aid of construction cost in addition to the rate charges above.

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel cost of \$.02728 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00038 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state or local governmental body.

POWER FACTOR

If the power factor of the customer's installation falls below 85%, the Company may adjust the billing to a basis of 85% power factor.

PAYMENT TERMS

All bills are net and payable when rendered.

SPECIAL PROVISIONS

The Company will furnish service in accordance with its standard specifications. Non-standard service will be furnished only when the customer pays the difference in costs between non-standard service and standard service or pays to the Company its normal monthly facility charge based on such difference in costs.

TERM OF CONTRACT

The contract terms will depend on the conditions of service. Contracts for installations of a permanent nature shall be written for a period of not less than one (1) year. A separate contract shall be written for each meter at each location.

GENERAL TERMS AND CONDITIONS

The Company's General Terms and Conditions are incorporated by reference and are a part of this rate schedule.

ELECTRICITY

RATE 19

GENERAL SERVICE CONCURRENT DEMAND TIME-OF-USE

(Page 1 of 2)

AVAILABILITY

This rate is available at the Company's discretion, to a maximum of 10 business entities using the Company's standard electric service. Each business entity shall be comprised of at least 2 non-contiguous premises having a total combined contract demand of at least 1,000 KVA. in addition, each premises shall have a minimum contract demand of 50 KVA. A business entity is defined as a single corporation, partnership, or individual owner. This rate is not available for individual franchise units of a business, nor for subsidiaries operating as a separate corporation or partnership. The individual premises which comprise the business entity should possess similar characteristics and/or load patterns common to the industry in which the entity does business. This schedule is not available to entities which form an association or similar organization solely in an attempt to qualify for service under this rate. The Company reserves the right to make a final determination on what constitutes a business entity as well as the premises making up that entity. This rate is not available for residential customers or resale service.

Service under this rate schedule is dependent on the Company procuring and installing necessary metering equipment and may not be available to premises where multiple delivery points on contiguous properties are not currently combined under contract

CHARACTER OF SERVICE

Alternating Current, 60 hertz, three phase metering at the delivery voltage which shall be standard to the Company's operation.

Diversity Charge

RATE PER MONTH

AC1 - AC2

3.56 per KVA

I. The Diversity Charge will be computed utilizing actual data or modeled using available sample data from similar entities. Once actual data is available for a twelve month period, the Diversity Charge will be reviewed and may be adjusted. The Diversity charge will not be less than zero. The Diversity Charge will be computed according to the following formula:

Where AC1 = Annual Cost Under Current Rate(s) AC2 = Annual Cost Projected Under Concurrent Rate						
II. Basic Facilities Charge:	\$	155.00 per Premises				
III. Demand Charge:						
A. Concurrent On-Peak Billing Demand						
1. Summer Months of June-September @	\$	19.15 per KVA				
Non-Summer Months of October-May @	\$	12.72 per KVA				

B. Concurrent Off-Peak Billing Demand1. All Off-Peak Billing Demand @ \$

IV. Energy Charge:

A. On-Peak Kwhrs.

Summer Months of June-September @ \$ 0.06978 per Kwhr.
 Non-Summer Months of October-May @ \$ 0.04598 per Kwhr.

B. Off-Peak Kwhrs.

1. All Off-Peak Kwhrs. @ \$ 0.03505 per Kwhr.

BILLING DEMAND

The concurrent billing demand for the entity will be the maximum integrated 15 minute concurrent demand which may be on a rolling time interval for all the premises' metering points during the calendar month.

For the summer months, the concurrent on-peak billing demand shall be the maximum integrated fifteen minute concurrent demand measured during the on-peak hours of the current month.

For the non-summer months, the concurrent on-peak billing demand will be the greater of: (1) the maximum integrated fifteen minute concurrent demand measured during the on-peak hours of the current month, or (2) eighty percent (80%) of the maximum integrated concurrent demand occurring during the on-peak hours of the preceding months.

The concurrent off-peak billing demand shall be the greatest of the following positive differences: (1) the maximum integrated fifteen minute concurrent demand measured during the off-peak hours minus the on-peak billing demand, (2) the contract demand minus the on-peak billing demand, or (3) 50 KVA per premises minus the on-peak billing demand.

ELECTRICITY

RATE 19

GENERAL SERVICE CONCURRENT DEMAND TIME-OF-USE

(Page 2 of 2)

DETERMINATION OF ON-PEAK AND OFF PEAK HOURS

A. On-Peak Hours During Summer Months:

June-September:

The on-peak summer hours are defined as the hours between 1:00 p.m.-9:00 p.m., Monday-Friday, excluding holidays.*

B. On-Peak Hours During Non-Summer Months:

May and October

The on-peak non-summer hours are defined as the hours between 1:00 p.m., 9:00 p.m., Monday-Friday, excluding holidays.*

November-April:

Thpeak non-summer hours are defined as the hours between 6:00 a.m.-12:00 noon and 5:00p.m.-9:00 p.m., Monday-Friday, excluding holidays.*

C. Off-Peak Hours:

The off-peak hours in any month are defined as all hours not specified above as on-peak hours.

*Holidays are: New Year's Day, Memorial Day, Independence Day, Labor Day, Thanksgiving Day and Christmas Day.

ADDITION OR REMOVAL OF A PREMISES

An additional premises may be added subsequent to the initial five (5) year contract without an increase in the diversity charge if the entity extends the existing concurrent contract so that the term extends five (5) years after the addition of the new premises. A premises existing at the time that the entity initially elects to take service under this rate schedule may be added without an extension in the concurrent contract term; however, there will be an increase in the diversity charge as each pre-existing premises is added. If an entity wants to terminate service to a premises under this rate schedule and the same time does not add another premises which includes an extension of the contract term, the Company will determine the appropriate termination charge. Alternatively, if the entity adds an additional premises and prefers not to extend the contract term, the diversity charge will increase accordingly and the entity agrees to reimburse the Company for the total cost of connection to the Company's system if service to the new premises is terminated within five (5) years of the service date.

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel costs of \$.02716 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina.

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00022 per Kwhr. for accumulation of a storm damage reserve.

BILLING AND PAYMENT TERMS

Bills will be calculated on a monthly basis. Each premises will receive an individual information bill and the entity will receive a combined bill summarizing all of the premises. All payments, as well as any credit and collection activities, will be at the entity level. All bills are net and payable when rendered.

SALES AND FRANCHISE TAX

For each premises served under this rate, any applicable sales tax, franchise fee or business license tax which may be assessed by any state or local governmental body, will be added to the monthly bill..

METERING

Service under this rate will be provided only after the Company procures and installs at each premises metering which has interval data capabilities to allow for the aggregation of demand for each 15 minute interval in the billing period. Each entity may be required to contribute to the cost of metering installed by the Company to qualify for service under this rate. In addition, the entity must provide a dedicated phone line at each metering point.

TERM OF CONTRACT

The contract terms will depend on the conditions of service above. No contract shall be written for a period of less than five (5) years. A master contract shall be written to include all premises amended as premises are added or deleted.

SPECIAL PROVISIONS

The Company will furnish service in accordance with its standard specifications. Non-standard service will be furnished only when the customer pays the difference in costs between non-standard service and standard service or pays to the Company its normal monthly facility charge based on such difference in costs.

GENERAL TERMS AND CONDITIONS

The Company's General Terms and Conditions are incorporated by reference and are a part of this rate schedule.

ELECTRICITY

RATE 20 MEDIUM GENERAL SERVICE

AVAILABILITY

This rate is available to any non-residential customer using the Company's standard service for power and light requirements and having a contract demand of 75 KVA or over. It is not available for resale service.

CHARACTER OF SERVICE

Alternating Current, 60 hertz, three phase, metering at the delivery voltage which shall be standard to the Company's operation.

RATE PER MONTH

Demand Charge:

First 75 KVA of Billing Demand	\$ 1,260.50	_
Excess over 75 KVA of Billing Demand @	\$ 14.94	per KVA

The billing demand (to the nearest whole KVA) shall be the greatest of: (1) the maximum integrated fifteen minute demand measured (which may be on a rolling time interval) during the current month; or (2) eighty percent (80%) of the highest demand occurring during the billing months June through September in the eleven preceding months; or (3) sixty percent (60%) of the highest demand occurring during the billing months of October through May in the eleven preceding months; or (4) the contract demand; or (5) 75 KVA.

Plus Energy Charge:

First 75,000	\$ 0.03941	per Kwhr.
Excess over 75,000	\$ 0.03707	per Kwhr.

MINIMUM CHARGE

The monthly minimum charge is the demand as determined above. The Company may allow a buildup period not to exceed six months for new and expanding accounts during which time the contract demand and/or the minimum demand specified in the rate schedule may be waived. The Company shall not commit itself to a buildup period exceeding six months without prior approval of the Commission for the specific account involved.

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel costs of \$.02716 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina.

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00022 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state or local governmental body.

PAYMENT TERMS

All bills are net and payable when rendered.

SPECIAL PROVISIONS

The Company will furnish service in accordance with its standard specifications. Non-standard service will be furnished only when the customer pays the difference in costs between non-standard service and standard service or pays to the Company its normal monthly facility charge based on such difference in costs.

TERM OF CONTRACT

The contract terms will depend on the conditions of service. No contract shall be written for a period of less than five (5) years. A separate contract shall be written for each meter.

GENERAL TERMS AND CONDITIONS

ELECTRICITY

RATE 21

GENERAL SERVICE TIME-OF-USE-DEMAND

(Page 1 of 2)

AVAILABILITY

This rate is available to any customer using the Company's standard service for power and light requirements and having a contract demand of 50 KVA and a maximum demand of less than 1,000 KVA. It is not available for resale service.

CHARACTER OF SERVICE

Alternating current, 60 hertz, three phase, metering at the delivery voltage which shall be standard to the Company's operation.

RATE PER MONTH

I. Basic Facilities Charge:	\$ 155.00
II. Demand Charge:	
A. On-Peak Biling Demand:	
1. Summer Months of June-September @	\$ 19.15 per KVA
2. Non-Summer Months of October-May @	\$ 12.72 per KVA
B. Off-Peak Billing Demand	
1. All Off-Peak Billing Demand @	\$ 3.56 per KVA
III. Energy Charge:	
A. On-Peak Kwhrs.	
1. Summer Months of June-September @	\$ 0.06978 per Kwhr.
2. Non-Summer Months of October-May @	\$ 0.04598 per Kwhr.
B. Off-Peak Kwhrs.	
1. All Off-Peak Kwhrs. @	\$ 0.03505 per Kwhr.

BILLING DEMAND

The billing demands will be rounded to the nearest whole KVA. The maximum integrated fifteen minute demand for any period may be recorded on a rolling time interval.

For the summer months, the on-peak billing demand shall be the maximum integrated fifteen minute demand measured during the on-peak hours of the current month.

For the non-summer months, the on-peak billing demand will be the greater of: (1) the maximum integrated fifteen minute demand measured during the on-peak hours of the current month, or (2) eighty percent (80%) of the maximum integrated demand occurring during the on-peak hours of the preceding summer months.

The off-peak billing demand shall be the greatest of the following positive differences: (1) the maximum integrated fifteen minute demand measured during the off-peak hours minus the on-peak billing demand, (2) the contract demand minus the on-peak billing demand or (3) 50 KVA minus the on-peak billing demand.

DETERMINATION OF ON-PEAK AND OFF-PEAK HOURS

A. On-Peak Hours During Summer Months:

June-September:

The on-peak summer hours are defined as the hours between 1:00 p.m.-9:00 p.m., Monday-Friday, excluding holidays.*

B. On-Peak Hours During Non-Summer Months:

May and October:

The on-peak non-summer hours are defined as the hours between 1:00 p.m.-9:00 p.m., Monday-Friday, excluding holidays.* November-April:

The on-peak non-summer hours are defined as these hours between 6:00 a.m.-12:00 noon and 5:00 p.m.-9:00 p.m., Monday-Friday, excluding holidays.*

C. Off-Peak Hours:

The off-peak hours in any month are defined as all hours not specified as on-peak hours.

*Holidays are: New Year's Day, Memorial Day, Independence Day, Labor Day, Thanksgiving Day and Christmas Day

ELECTRICITY

RATE 21

GENERAL SERVICE TIME-OF-USE-DEMAND

(Page 2 of 2)

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel cost of \$.02716 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina.

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00022 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state or local governmental body.

PAYMENT TERMS

All bills are net and payable when rendered.

SPECIAL PROVISIONS

The Company will furnish service in accordance with its standard specifications. Non-standard service will be furnished only when the customer pays the difference in costs between non-standard service and standard service or pays to the Company its normal monthly facility charge based on such difference in costs.

TERM OF CONTRACT

The contract terms will depend on the conditions of service. No contract shall be written for a period less than five (5) years. A separate contract shall be written for each meter at each location.

GENERAL TERMS AND CONDITIONS

The Company's General Terms and Conditions are incorporated by reference and a part of this rate schedule.

ELECTRICITY

RATE 21A

EXPERIMENTAL PROGRAM - GENERAL SERVICE TIME-OF-USE-DEMAND

(Page 1 of 2)

AVAILABILITY

This rate is available on a voluntary "first come, first serve" basis to the first 250 Rate 20 customer accounts and any Rate 21 customer account that qualify under the provisions of the stipulation approved by the South Carolina Public Service Commission in Docket #2002-223-E order No. 2003-38 dated January 31, 2003. This rate will be closed after the initial participant group is established, except there will be 25 additional customer accounts that will be allowed to participate on a "first come first serve' basis for new facilities constructed by customers in the initial participant group and as provided for in the stipulation as referenced above. The stipulation referenced above shall provide guidance as to any issue regarding availability on this rate. It is not available for resale service.

CHARACTER OF SERVICE

Alternating current, 60 hertz, three phase, metering at the delivery voltage which shall be standard to the Company's operation.

RATE PER MONTH

I. Basic Facilities Charge:	\$ 155.00
II. Demand Charge:	
A. On-Peak Billing Demand:	
1. Summer Months of June-September @	\$ 18.38 per KVA
2. Non-Summer Months of October-May @	\$ 11.41 per KVA
B. Off-Peak Billing Demand	
1. All Off-Peak Billing Demand @	\$ 3.56 per KVA
III. Energy Charge:	
A. On-Peak Kwhrs.	
1. Summer Months of June-September @	\$ 0.06556 per Kwhr.
2. Non-Summer Months of October-May @	\$ 0.04320 per Kwhr.
B. Off-Peak Kwhrs.	
1. All Off-Peak Kwhrs. @	\$ 0.03293 per Kwhr.

BILLING DEMAND

The billing demands will be rounded to the nearest whole KVA. The maximum integrated fifteen minute demand for any period may be recorded on a rolling time interval.

For the summer months, the on-peak billing demand shall be the maximum integrated fifteen minute demand measured during the on-peak hours of the current month.

For the non-summer months, the on-peak billing demand will be the greater of: (1) the maximum integrated fifteen minute demand measured during the on-peak hours of the current month, or (2) eighty percent (80%) of the maximum integrated demand occurring during the on-peak hours of the preceding summer months.

The off-peak billing demand shall be the greatest of the following positive differences: (1) the maximum integrated fifteen minute demand measured during the off-peak hours minus the on-peak billing demand, (2) the contract demand minus the on-peak billing demand or (3) 50 KVA minus the on-peak billing demand.

DETERMINATION OF ON-PEAK AND OFF-PEAK HOURS

A. On-Peak Hours During Summer Months:

June-September:

The on-peak summer hours are defined as the hours between 1:00 p.m.-9:00 p.m., Monday-Friday, excluding holidays.*

B. On-Peak Hours During Non-Summer Months:

May and October:

The on-peak non-summer hours are defined as the hours between 1:00 p.m.-9:00 p.m., Monday-Friday, excluding holidays.* November-April:

The on-peak non-summer hours are defined as these hours between 6:00 a.m.-12:00 noon and 5:00 p.m.-9:00 p.m., Monday-Friday, excluding holidays.*

C. Off-Peak Hours:

The off-peak hours in any month are defined as all hours not specified as on-peak hours.

*Holidays are: New Year's Day, Memorial Day, Independence Day, Labor Day, Thanksgiving Day and Christmas Day

ELECTRICITY

RATE 21A

EXPERIMENTAL PROGRAM - GENERAL SERVICE TIME-OF-USE-DEMAND

(Page 2 of 2)

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel cost of \$.02716 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina.

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00022 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state or local governmental body.

PAYMENT TERMS

All bills are net and payable when rendered.

SPECIAL PROVISIONS

The Company will furnish service in accordance with its standard specifications. Non-standard service will be furnished only when the customer pays the difference in costs between non-standard service and standard service or pays to the Company its normal monthly facility charge based on such difference in costs.

TERM OF CONTRACT

The contract terms will depend on the conditions of service. The contract for this experimental program shall be written for a period of 48 months as provided for in the stipulation approved by the South Carolina Public service Commission in docket No. 2002-223-E, order No. 2003-38 dated July 31, 2003. A separate contract shall be written for each meter at each location.

GENERAL TERMS AND CONDITIONS

The Company's General Terms and Conditions are incorporated by reference and a part of this rate schedule.

ELECTRICITY

RATE 22 (S) SCHOOL SERVICE

AVAILABILITY

This rate is available to customers using the Company's standard service which is specified as a single point of delivery per premises from an existing overhead distribution system for general light and/or power service to schools. It is not available for resale service. It is only available to recognized non-boarding schools with up through grade twelve.

CHARACTER OF SERVICE

Alternating Current, 60 hertz. Voltage and phase at the option of the Company.

RATE PER MONTH

Basic Facilities Charge:			\$	5	10.80	_
Plus Energy Charge:						
First	50,000	Kwhrs.@	\$	5	0.08656	per Kwhr.
Excess over	50 000	Kwhrs @	9	6	0.10041	per Kwhr

MINIMUM CHARGE

The monthly minimum charge shall be the basic facilities charge as stated above, provided however, when construction costs exceed four (4) times the estimated annual revenue excluding fuel revenue to be derived by the Company, the customer may make a contribution in aid of construction of the excess cost or pay the Company's standard facility rate on the excess construction cost in addition to the rate charges above.

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel cost of \$.02728 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina.

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00038 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state or local governmental body.

PAYMENT TERMS

All bills are net and payable when rendered.

SPECIAL PROVISIONS

The Company will furnish service in accordance with its standard specifications. Under no conditions will the Company allow the service to be resold to or shared with others. Non-standard service will be furnished only when the customer pays the difference in costs between non-standard service and standard service or pays to the Company its normal monthly facility charge based on such difference in costs.

When a school offers activities that, in the sole opinion of the Company, are of a commercial nature such as day care, camps or recreational activities, the Company may require that the account be served under the appropriate general service rate.

TERM OF CONTRACT

Contracts shall be written for a period of not less than five (5) years. A separate contract shall be written for each meter at each location.

GENERAL TERMS AND CONDITIONS

ELECTRICITY

RATE 23

INDUSTRIAL POWER SERVICE

AVAILABILITY

This rate is available to any customer classified in the major industrial group of manufacturing with 10-14 or 20-39 as the first two digits of the Standard Industrial Classification or 21 or 31-33 as the first two digits of the six digit North American Industry Classification System using the Company's standard service for power and light requirements and having a contract demand of 1,000 KW or over. It is not available for resale service.

CHARACTER OF SERVICE

Alternating Current, 60 hertz, three phase, metering at the delivery voltage which shall be standard to the Company's operation.

RATE PER MONTH

Demand Charge:

_	First 1,000 KW of Billing Demand	\$ 13,600.00	
	Excess over 1,000 KW of Billing Demand @	\$ 12.20	per KW

The billing demand (to the nearest whole KW) shall be the greatest of: (1) the maximum integrated fifteen minute demand measured (which may be on a rolling time interval) during the current month; or (2) eighty percent (80%) of the highest demand occurring during the billing months of June through September in the eleven preceding months; or (3) sixty (60%) of the highest demand occurring during the billing months of October through May in the eleven preceding months; or (4) the contract demand; or (5) 1,000 KW.

The customer shall maintain a power factor of as near unity as practicable. If the power factor of the customer's installation falls below 85%, the Company will adjust the billing demand to a basis of 85% power factor.

Plus Energy Charge:

All Kwhrs. @	\$	0.03563	per Kwhr.
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DISCOUNT

A discount of \$0.60 per KW of billing demand will be allowed when the service is supplied at a delivery voltage of 46,000 volts or higher.

MINIMUM CHARGE

The monthly minimum charge is the demand as determined above. The Company may allow a buildup period not to exceed six months for new and expanding accounts during which time the contract demand and/or the minimum demand specified in the rate schedule may be waived. The Company shall not commit itself to a buildup period exceeding six months without prior approval of the Commission for the specific account involved.

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel cost of \$.02685 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina.

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00008 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state or local governmental body.

PAYMENT TERMS

All bills are net and payable when rendered.

SPECIAL PROVISIONS

The Company will furnish service in accordance with its standard specifications. Non-standard service will be furnished only when the customer pays the difference in costs between non-standard service and standard service or pays to the Company its normal monthly facility charge based on such difference in costs.

TERM OF CONTRACT

The contract terms will depend on the conditions of service. No contract shall be written for a period less than five (5) years. A separate contract shall be written for each meter at each location.

GENERAL TERMS AND CONDITIONS

ELECTRICITY

RATE 24

LARGE GENERAL SERVICE

TIME-OF-USE

(Page 1 of 2)

AVAILABILITY

This rate is available to any customer using the Company's standard service for power and light requirements and having a contract demand of 1,000 KW or over. It is not available for resale service.

CHARACTER OF SERVICE

Alternating Current, 60 hertz, three phase, metering at the delivery voltage which shall be standard to the Company's operation.

RATE PER MONTH

I.	Basic Facilities Charge:	\$	1,400.00	_
II.	Demand Charge:			
A.	On-Peak Billing Demand 1. Summer Months of June-September @ 2. Non-Summer Months of October-May @	\$ \$		per KW
В.	Off-Peak Billing Demand 1. All Off-Peak Billing Demand @	\$		per KW
III.	Energy Charge:			
A.	On-Peak Kwhrs. 1. Summer Months of June-September @ 2. Non-Summer Months of October-May @			per Kwhr. per Kwhr.
B.	Off-Peak Kwhrs. 1. All Off-Peak Kwhrs. @	\$	0.03227	per Kwhr.

BILLING DEMAND

The billing demands will be rounded to the nearest whole KW. If the power factor of the customer's current month maximum integrated fifteen minute KW demand for the on-peak and off-peak time periods are less than 85%, then the Company will adjust same to 85%. The maximum integrated fifteen minute demand for any period may be recorded on a rolling time interval.

For the summer months, the on-peak billing demand shall be the maximum integrated fifteen minute demand measured during the on-peak hours of the current month.

For the non-summer months, the on-peak billing demand will be the greater of: (1) the maximum integrated fifteen minute demand measured during the on-peak hours of the current month, or (2) eighty percent (80%) of the maximum integrated demand occurring during the on-peak hours of the preceding summer months.

The off-peak billing demand shall be the greatest of the following positive differences: (1) the maximum integrated fifteen minute demand measured during the off-peak hours minus the on-peak billing demand, or (2) the contract demand minus the on-peak billing demand, or (3) 1,000 KW minus the on-peak billing demand.

DISCOUNT

A discount of \$0.60 per KW of on-peak and off-peak billing demand will be allowed when the service is supplied at a delivery voltage of 46,000 volts or higher.

DETERMINATION OF ON-PEAK HOURS

A. On-Peak Hours During Summer Months:

June-September:

The on-peak summer hours are defined as the hours between 1:00 p.m.-9:00 p.m., Monday-Friday, excluding holidays.*

B. On-Peak Hours During Non-Summer Months:

May and October:

The on-peak non-summer hours are defined as the hours between 1:00 p.m.-9:00 p.m., Monday-Friday, excluding holidays.*

November-April:

The on-peak non-summer hours are defined as those hours between 6:00 a.m.-12:00 noon and 5:00 p.m.-9:00 p.m., Monday-Friday, excluding holidays.*

C. Off-Peak Hours:

The off-peak hours in any month are defined as all hours not specified as on-peak hours.

*Holidays are: New Year's Day, Memorial Day, Independence Day, Labor Day, Thanksgiving Day and Christmas Day.

ELECTRICITY

RATE 24

LARGE GENERAL SERVICE TIME-OF-USE

(Page 2 of 2)

MINIMUM CHARGE

The monthly minimum charge is the demand as determined above. The Company may allow a buildup period not to exceed six months for new and expanding accounts during which time the contract demand and/or the minimum demand specified in the rate schedule may be waived. The Company shall not commit itself to a buildup period exceeding six months without prior approval of the Commission for the specific account involved.

ADJUSTMENT FOR FUEL AND VARIABLE ENVIRONMENTAL COSTS

Fuel costs of \$.02685 per Kwhr. are included in the energy charge and are subject to adjustment by order of the Public Service Commission of South Carolina.

STORM DAMAGE COMPONENT

The energy charges above include a storm damage component of \$.00008 per Kwhr. for accumulation of a storm damage reserve.

SALES AND FRANCHISE TAX

To the above will be added any applicable sales tax, franchise fee or business license tax which may be assessed by any state or local governmental body.

PAYMENT TERMS

All bills are net and payable when rendered.

SPECIAL PROVISIONS

The Company will furnish service in accordance with its standard specifications. Non-standard service will be furnished only when the customer pays the difference in costs between non-standard service and standard service or pays to the Company its normal monthly facility charge based on such difference in costs.

TERM OF CONTRACT

The contract terms will depend on the conditions of service. No contract shall be written for a period of less than five (5) years. A separate contract shall be written for each meter at each location.

GENERAL TERMS AND CONDITIONS

The Company's General Terms and Conditions are incorporated by reference and a part of this rate schedule.

Page 1 of 2

SOUTH CAROLINA ELECTRIC & GAS COMPANY

ELECTRIC CONTRACTED RATES

Name of Customer Rate

State Line Accounts* 23

U. S. Department of Energy Savannah River Operations

Base Contract <u>Demand Charge:</u>

 Basic Facility Charge
 \$ 1,400.00

 First 20,000 Kw
 \$ 10.37
 per KW

 Excess over 20,000 Kw
 \$ 12.20
 per KW

Energy Charge:

All KWhr. @ \$ 0.03563 per KWhr.

INTERNATIONAL PAPER

Eastover Mills

Economy Power Rate Administrative Charges: \$ 1,400.00 per month

On-Peak Energy Charge:

Fuel cost of highest cost generation unit or purchased power (other than

cogeneration) plus \$ 0.01096 per KWhr.

Off-Peak Energy Charge:

Fuel cost of highest cost generation unit or purchased power (other than

<u>cogeneration</u>) plus \$ 0.00603 per KWhr. **Excess Demand Charge:** \$ 17.50 per KW

Standby Power Rate <u>Demand Charge:</u>

 On-peak June-September
 \$ 0.32449 per KW/Day

 On-peak October-May
 \$ 0.17688 per KW/Day

 Off-peak
 \$ 0.12789 per KW/Day

Energy Charge:

Same as that for Economy Power above

Excess Demand Charge: \$ 17.50 per KW

Page 2 of 2

SOUTH CAROLINA ELECTRIC & GAS COMPANY

ELECTRIC CONTRACTED RATES

INTERNATIONAL PAPER - continued

Maintenance Power Rate	Demand Charge:	\$ 0.38137 per KW/Day
	Energy Charge:	\$ 0.03563 per Kwhr.
	Company Provided KVAR	\$ 0.14773 per KVAR

Montenay Charleston Recovery Inc

Standby Power Rate	Facility Charge:	\$ 1,400.00	per Month
Demand Charge:			
	First 1325 hours of standby service	\$ 5.49	per KW
	Excess over 1325 hours of standby service	\$ 12.20	per KW
	Energy Charge:		
	On-peak	\$ 0.04282	per Kwhr.
	Off-peak	\$ 0.03563	per Kwhr.
Maintenance Power Rate	Demand Charge:	\$ 0.27676	per KW/Day
	Energy Charge:	\$ 0.03563	per Kwhr.

Contracted lighting, signal and roadway lighting, etc.

Negotiated Contracts

Note:

- (1) Fuel costs of \$.02685 per KWhr are included in the Energy Charge and subject to adjustment by order of the Public Service Commission of South Carolina.
- (2) The Energy Charges above include a storm damage component of \$.00008 per KWhr for accumulation of a storm damage reserve except contracted lighting, including signal and roadway lighting, which is \$.00152 per KWhr.

^{*} After contractual (1925 and 1955) adjustments